LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **JANUARY 17, 2007**, upon the application of **PALMER PETROLEUM, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Glen Rose Zone, Reservoir A; the Rodessa Formation, Reservoir A; the Pettet Formation, Reservoir A; the Hosston Formation, Reservoir A; and the Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana.

- 1. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Glen Rose Zone, Reservoir A.
- 2. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Rodessa Formation, Reservoir A.
- 3. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Pettet Formation, Reservoir A.
- 4. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A.
- 5. To create seven (7) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
- 6. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 7. To designate Applicant as operator of, and its Wilhelm No. 1 Well as the unit well for, the proposed additional unit designated CV RA SU123.
- 8. To redefine the Rodessa Formation, Reservoir A, INSOFAR AND ONLY INSOFAR as to the eight (8) additional units proposed herein for the Rodessa Formation, Reservoir A, and the previously created units designated ROD RA SUL, ROD RA SUM and ROD RA SUN, as being that gas and condensate bearing zone encountered between the measured depths of 5,052 feet and 5,197 feet in the Palmer Petroleum, Inc.-Parsons No. 1 Well, located in Section 8, Township 15 North, Range 13 West, DeSoto Parish, Louisiana.
- 9. To redefine the Pettet Formation, Reservoir A, INSOFAR AND ONLY INSOFAR as to the eight (8) additional units proposed herein for the Pettet Formation, Reservoir A, and the previously created units designated PET RA SUW, PET RA SUX and PET RA SUY, as being that gas and condensate bearing zone encountered between the measured depths of 6,160 feet and 6,386 feet in the Palmer Petroleum, Inc.-Parsons No. 1 Well, located in Section 8, Township 15 North, Range 13 West, DeSoto Parish, Louisiana.
- 10.To redefine the Hosston Formation, Reservoir A, INSOFAR AND ONLY INSOFAR, as to the four (4) additional units proposed herein for the Hosston Formation, Reservoir A, and the previously created units designated HOSS RA SUT, HOSS RA SU68, HOSS RA SU69,

HOSS RA SU70, HOSS RA SUZ, HOSS RA SUAA and HOSS RA SUCC, as being that gas and condensate bearing zone encountered between the measured depths of 6,386 feet and 8,922 feet in the Palmer Petroleum, Inc.-Parsons No. 1 Well, located in Section 8, Township 15 North, Range 13 West, DeSoto Parish, Louisiana.

- 11. To redefine the Cotton Valley Formation, Reservoir A, INSOFAR AND ONLY INSOFAR as to the seven (7) additional units proposed herein for the Cotton Valley Formation, Reservoir A, and the previously created units designated CV RA SUY, CV RA SUZ, CV RA SUAA and CV RA SUCC, as being that gas and condensate bearing zone encountered between the measured depths of 8,922 feet and 10,550 feet in the Palmer Petroleum, Inc.-Parsons No. 1 Well, located in Section 8, Township 15 North, Range 13 West, DeSoto Parish, Louisiana.
- 12. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-G Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Glen Rose Zone, Reservoir A.
- 13. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-D Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Rodessa Formation, Reservoir A.
- 14. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-C Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Pettet Formation, Reservoir A.
- 15. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-B Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Hosston Formation, Reservoir A.
- 16. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-A Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
- 17. To consider such other matters as may be pertinent.

The Glen Rose Zone, Reservoir A, is defined in Office of Conservation Order No. 191-G, effective November 30, 2004.

The Rodessa Formation, Reservoir A, is defined in Office of Conservation Order No. 191-D, effective April 13, 1976.

The Pettet Formation, Reservoir A, is defined in Office of Conservation Order No. 191-C, effective April 13, 1976.

The Hosston Formation, Reservoir A, is defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, is defined in Office of Conservation Order No. 191-A, effective February 15, 1975.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

CASPIANA FIELD 07-32 thru 07-36

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 12/6/06;12/11/06 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.